

# GLOBAL LOAN MARKET DATA AND ANALYTICS BY REFINITIV LPC

## February 2021

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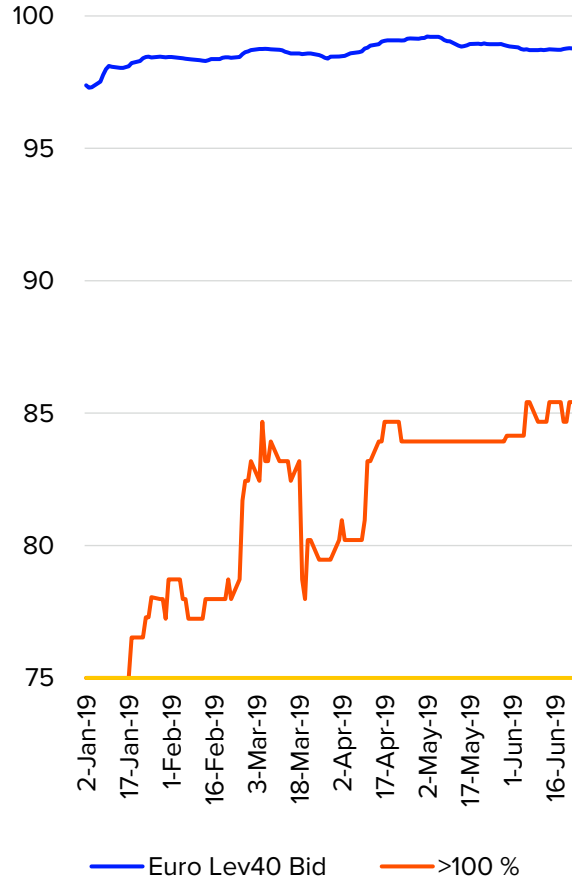
Refinitiv LPC's Middle Market, Direct Lending & Large Corporate Loans Virtual Conference, Spring 2021 (April 27 and 28, 2021)

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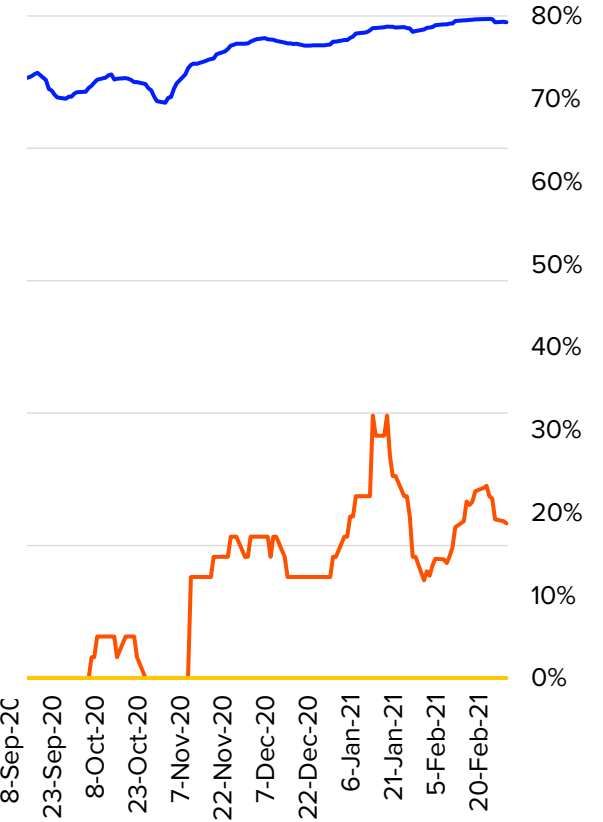
# Secondary Market Bid Levels: Europe

The average bid for European leveraged loans inched up 33bp in February to 99.76, while the share of loans priced above par rose to 18.7%, up from 14.6% MoM after reaching a 2021 high of 32% in mid-January. Distressed levels for the European Lev40 remained at 0%.

Average bid (% of Par)



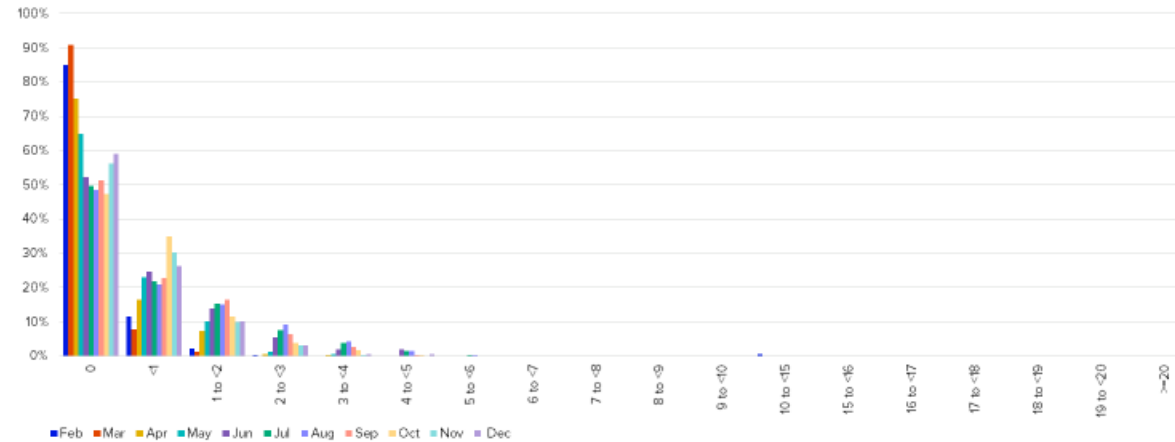
Share of Loans



## Defaulted Assets – European CLOs (post-crisis)

In European CLO portfolios, the share of deals reporting no defaults ticked 3% higher in December to 59%. The share with 2% or more of principal balance in default was flat at 4% of CLOs, it was 15% reported at the end of August.

Share of CLO universe / Percent of assets in default



Source: LPC Collateral

\*For an overview of the CLO Distressed Market, please download Refinitiv LPC's [Distressed Monthly](#) presentation from Loan Connector

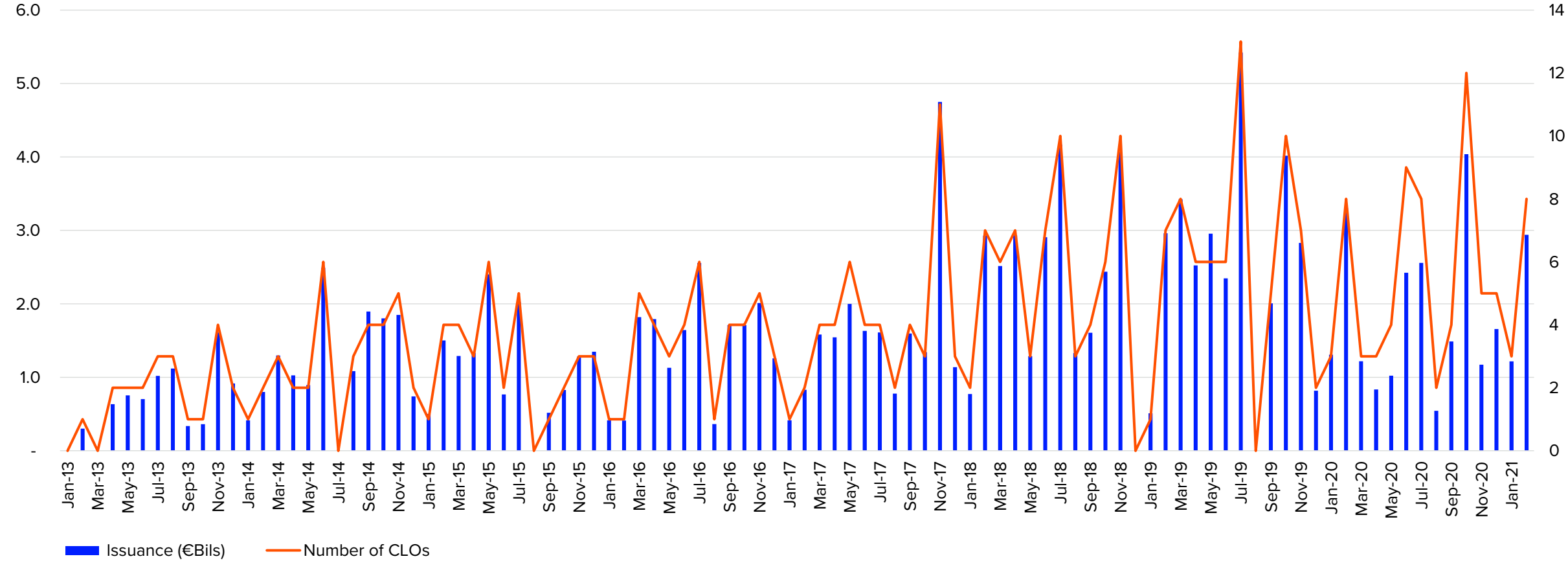
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# European CLO New Issue Volume

European CLO volume jumped to nearly €3bn in February, across 8 deals. After a slow start to the year, volume now stands at €4.2bn, on par with last year's activity.

CLO New Issuance (€Bils)

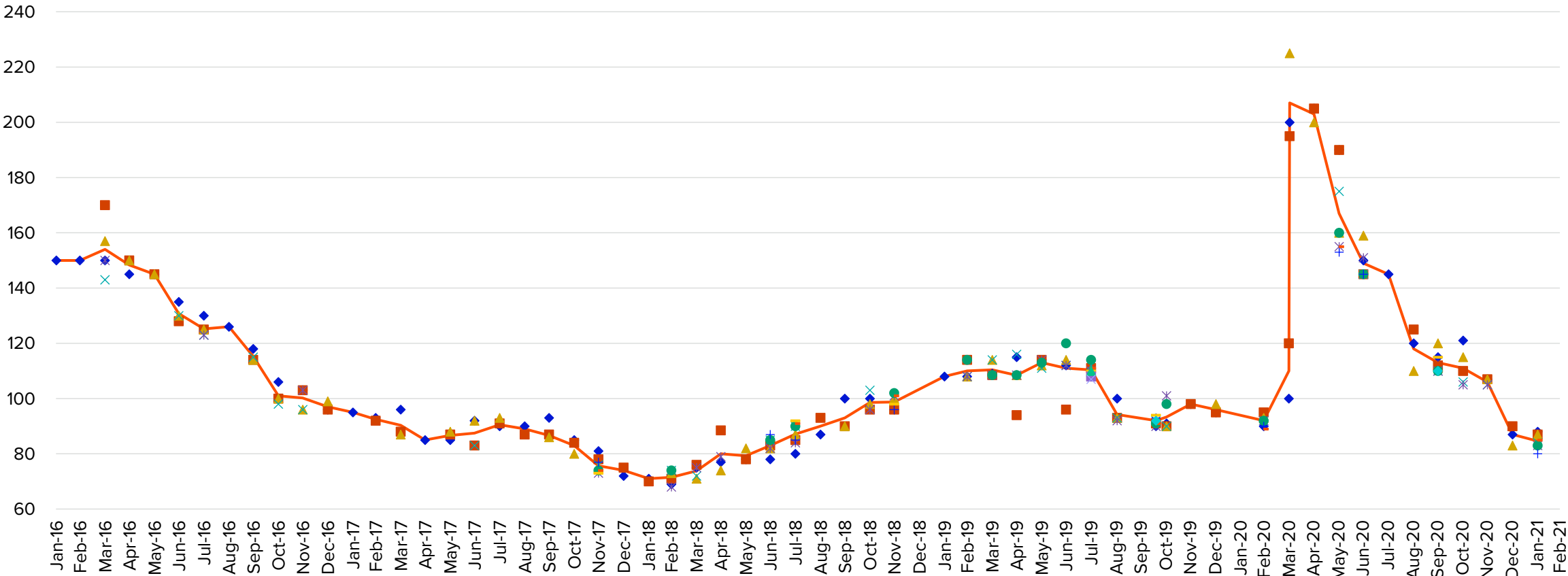
Number of CLOs



# European CLO AAA Spreads\*

Triple-A spreads tightened to an average of 85bp in February. Spreads have tightened over 20bp since the start of the year. Permira Debt Partners priced its Providus V CLO at 80bp, the lowest all year, while Spire Partners, and Assured Investment Management priced deals with triple-A liabilities at 83bp.

AAA Discount Margin (bp)



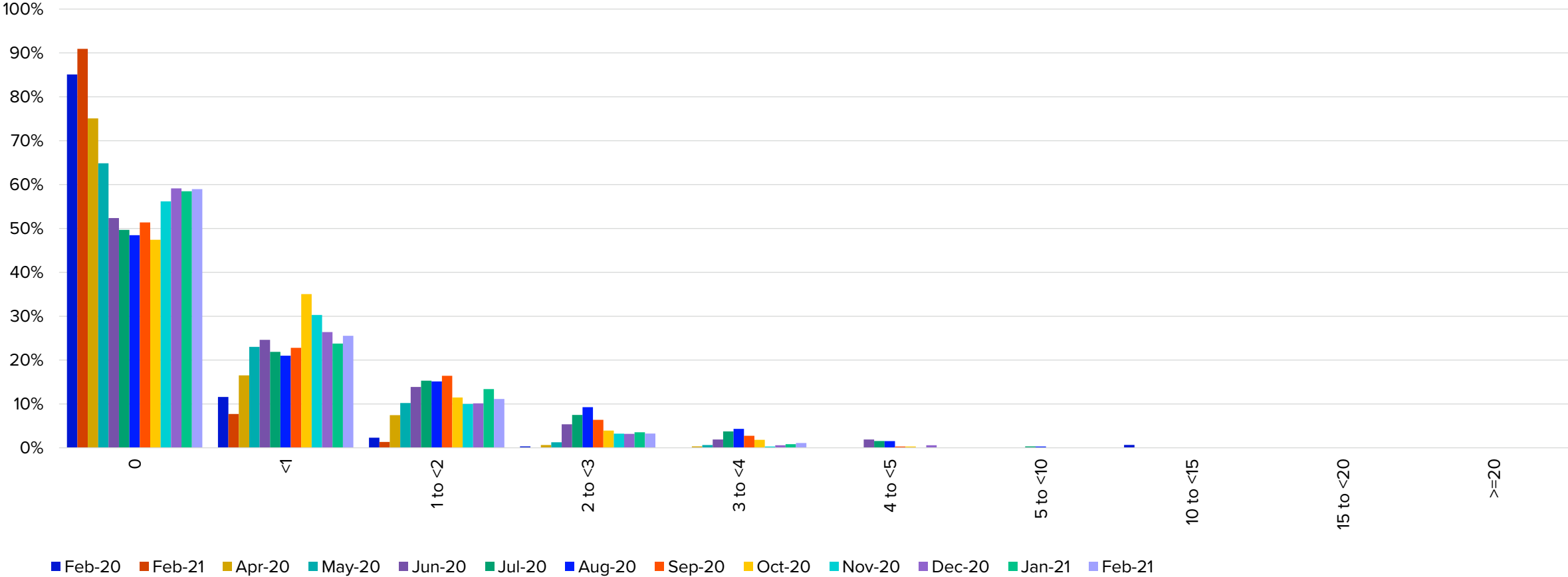
\*based on deals where discount margin is available



# Defaulted Assets – European CLOs (post-crisis)

In European CLO portfolios, the share of deals reporting no defaults stands at 59%. The share with 2% or more of principal balance in default was also flat at 4% of CLOs.

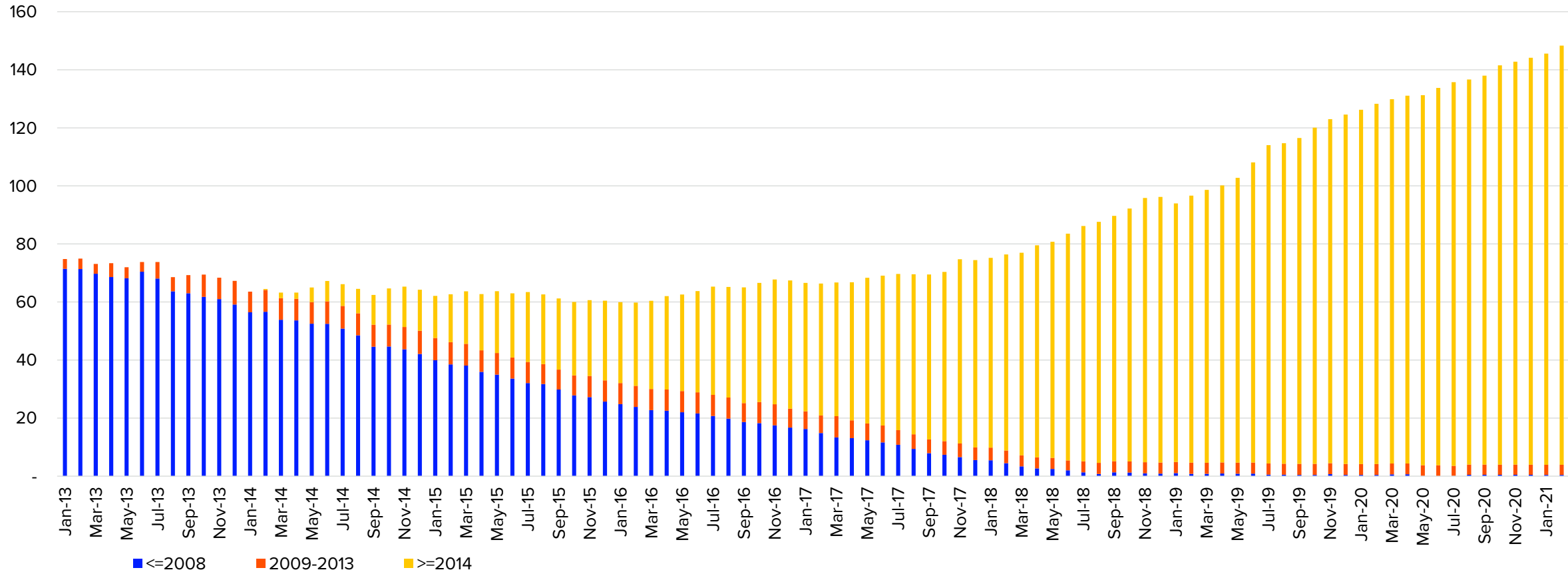
Share of CLO universe / Percent of assets in default



# European CLO Assets Under Management by Vintage

On the European side, post-crisis CLOs hold the lion's share of assets.

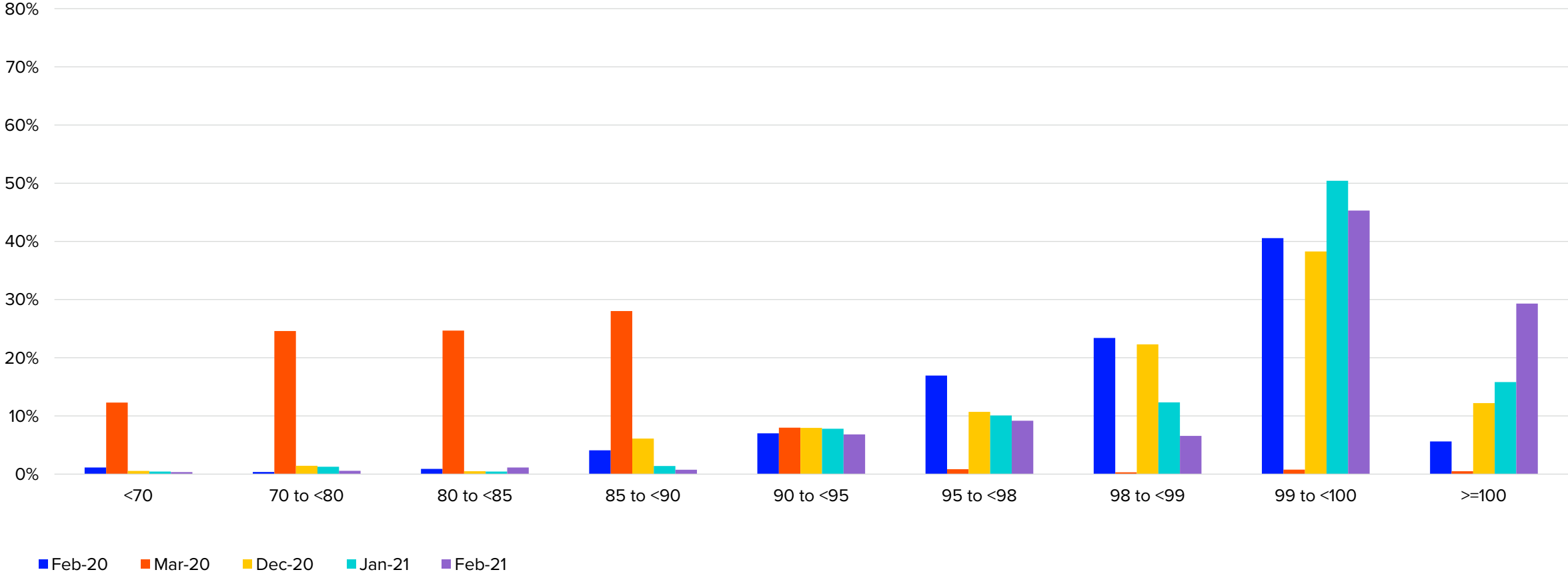
CLO APB (€Bils)



# Distribution of Secondary Market Prices of Loan Assets in European CLOs

In European CLOs, loan prices also advanced, with the share of assets marked par or higher increased 13% to 29%. The share priced at less than 80 declined to include 1% of loan assets.

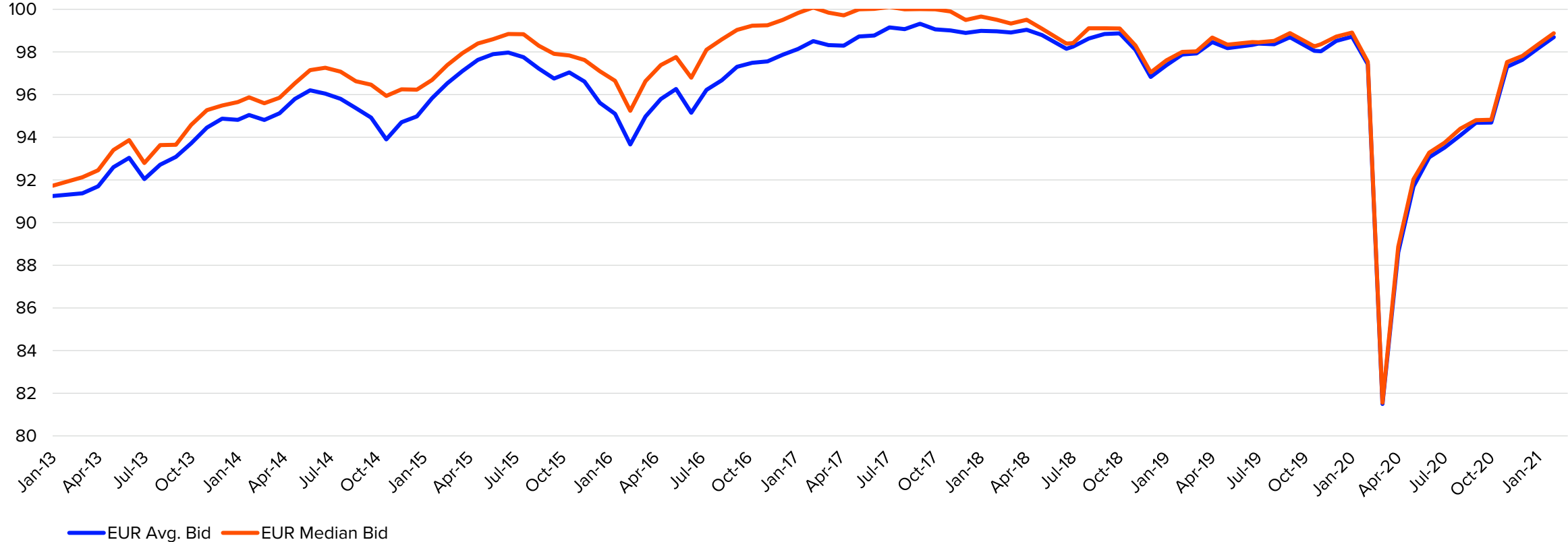
Share of Loan Holdings / Avg. bid (% of Par)



# Average Bid of European CLO Portfolios\* (Underlying Assets)

The average bid on European CLOs ticked 53bp higher to the 98.7 context, with the median bid higher at 98.9.

Avg. bid (% of Par)



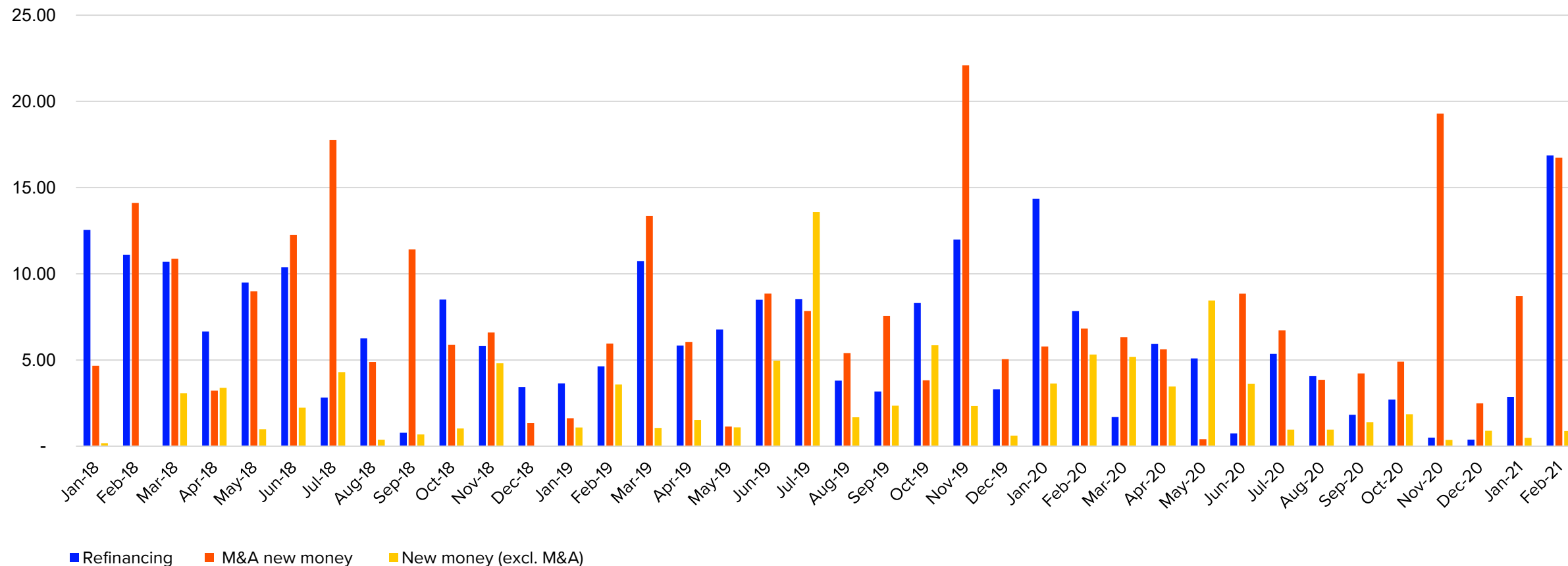
\*excludes CLOs less than \$50 million in size.



# EMEA Leveraged Volume by Segment – Monthly

In February, there was \$16.7bn of leveraged M&A new money issuance, and \$886m of other leveraged new money volume. There was also \$16.9bn of refinancing volume, which is more than the previous four months combined and 2.15x higher than volume in February 2020.

Leveraged Loan Issuance (\$Bils)



\* The breakdown includes Refinancing, M&A and New money exclusive of M&A

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# Refinitiv LPC's Middle Market, Direct Lending & Large Corporate Loans Virtual Conference - Spring 2021

Event Dates - April 27 and 28, 2021

[Register now for free to join Refinitiv LPC for a special loan market virtual conference!](#)

Our preliminary event agenda has been posted and registration is now open for the spring **LPC Loans Virtual Conference!** This unique virtual event will feature industry experts discussing Large Corporate, Middle Market and Direct Lending. Bankers, investors and borrowers from around the world will tune in for discussions on the most important issues facing the syndicated loan market.

The conference is **free** to access and will deliver rich content for attendees, displayed across a flexible, user-friendly and interactive platform. Click [here](#) for more information and to register.

